## **MEMORANDUM**

Agenda Item No.

11(A)(12)

TO:

Honorable Chairman Joe A. Martinez

and Members, Board of County Commissioners

DATE:

March 7, 2006

FROM:

Murray A. Greenberg

County Attorney

SUBJECT: Resolution Directing the

County Manager to Include In County Contracts Additional Provisions to Protect Payments To Subcontractors and Material

Suppliers

The accompanying resolution was prepared and placed on the agenda at the request of Commissioner Rebeca Sosa, Commissioner Audrey M. Edmonson and Commissioner Dennis C. Moss.

. Greenberg

County Attorney

MAG/dc

March 7, 2006 TO: Honorable Chairman Joe A. Martinez DATE: and Members, Board of County Commissioners FROM: SUBJECT: Agenda Item No. 11(A)(12) County Attorney Please note any items checked. "4-Day Rule" ("3-Day Rule" for committees) applicable if raised 6 weeks required between first reading and public hearing 4 weeks notification to municipal officials required prior to public hearing Decreases revenues or increases expenditures without balancing budget **Budget required** Statement of fiscal impact required Bid waiver requiring County Manager's written recommendation

Ordinance creating a new board requires detailed County Manager's

Housekeeping item (no policy decision required)

report for public hearing

No committee review

Approved	<u>Mayor</u>	Agenda Item No.	11(A)(12)
		03-07-06	
Veto			
Override			

RESOLUTION DIRECTING THE COUNTY MANAGER TO INCLUDE IN COUNTY CONTRACTS ADDITIONAL PROVISIONS TO PROTECT PAYMENTS TO SUBCONTRACTORS AND MATERIAL SUPPLIERS

WHEREAS, on December 1, 2005 this Board through its Internal Management & Fiscal Responsibility Committee conducted a Small Business and Procurement Workshop to hear the concerns of businesses who have engaged in commercial transactions involving Miami-Dade County; and

WHEREAS, one of the concerns expressed repeatedly was the failure by County contractors to pay subcontractors and material suppliers for goods provided or services rendered even where these contractors themselves had been paid by the County under the terms of their contractor for these goods and services; and

WHEREAS, many of the subcontractors and material suppliers are smaller businesses whose very existence relies on the payment stream for the work that they perform; and

WHEREAS, the County can assist these smaller businesses by taking affirmative steps in County contracting to ensure that subcontractors and material suppliers who perform in accordance with their obligations are duly paid for the same,

NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY that:

Section 1. The County Manager, in consultation with the County Attorney's Office, shall evaluate and, where appropriate, include in County construction contracts additional specifications to protect subcontractors and material suppliers from non-payment by County

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contractors. Such specifications shall include an escrow retainage to ensure non-payment of valid claims and the requirement and prosecution of expedient alternate dispute resolution processes to establish the validity of subcontractor claims as a condition of payment of the

contractor.

Section 2. The County Manager shall report the acts taken in furtherance of this resolution together with any proposed policy recommendations for the use of such appropriate provisions on a County-wide basis within ninety (90) days of adoption of this resolution.

The foregoing resolution was sponsored by Commissioner Rebeca Sosa, Commissioner

Audrey M. Edmonson and Commissioner Dennis C. Moss and offered by Commissioner

, who moved its adoption. The motion was seconded by Commissioner and upon being put to a vote, the vote was as follows:

Joe A. Martinez, Chairman Dennis C. Moss, Vice-Chairman

Bruno A. Barreiro Audrey M. Edmonson Sally A. Heyman Dorrin D. Rolle Katy Sorenson Sen. Javier D. Souto Jose "Pepe" Diaz Carlos A. Gimenez Barbara J. Jordan Natacha Seijas Rebeca Sosa



The Chairperson thereupon declared the resolution duly passed and adopted this 7<sup>th</sup> day of March, 2006. This Resolution shall become effective ten (10) days after the date of its adoption unless vetoed by the Mayor, and if vetoed, shall become effective only upon an override by this Board.

MIAMI-DADE COUNTY, FLORIDA BY ITS BOARD OF COUNTY COMMISSIONERS

HARVEY RUVIN, CLERK

Approved by County Attorney	1
Approved by County Attorney As to form and legal sufficiency	12

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Deputy Clerk

Hugo Benitez